

CITY OF LOGAN

Logan, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2012

**MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661**

**CITY OF LOGAN
Logan, Kansas**

For the Year Ended December 31, 2012

City Council

James McDonald – President

J.T. Plummer

Toby Shellito

Michael Delimont

Trent Gottschalk

Max Lowry, Mayor

Kristy West, Clerk

Linda Toll, Treasurer

**CITY OF LOGAN
Logan, Kansas**

For the Year Ended December 31, 2012

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Logan
Logan, KS 67646

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Logan, Kansas, a Municipal Financial Reporting Entity as of and for the year ended December 31, 2012, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Logan, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Mayor and City Council
Logan, Kansas
August 5, 2013
Page Two

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Logan, Kansas as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Logan, Kansas, as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2012 fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedules of regulatory basis receipts and expenditures – actual-related municipal entity (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the 2012 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 basic financial statement. The 2012 information has been subjected to the auditing procedures applied in the audit of the 2012 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2012 basic financial statement or to the 2012 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2012 basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,

Mapes & Miller LLP
Certified Public Accountants

August 5, 2013
Phillipsburg, Kansas

CITY OF LOGAN
Logan, Kansas

Statement 1
Page 1 of 2

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2012

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	\$ 57,206	\$ 733	\$ 355,025	\$ 348,071	\$ 64,893	\$ 4,454	\$ 69,347
Special Purpose Funds							
Community Building Fund	1,761	-	8,142	8,733	1,170	479	1,649
Library Fund	1,855	-	8,517	9,500	872	-	872
Special City Highway Fund	5,552	-	15,128	15,348	5,332	-	5,332
Employee Benefits Fund	12,602	-	42,925	44,842	10,685	-	10,685
Equipment Reserve Fund	58,946	-	95,000	104,099	49,847	-	49,847
Gifts & Grants Fund	46,699	-	356,077	265,694	137,082	-	137,082
Capital Improvements Fund	47,939	-	54,207	80,222	21,924	-	21,924
Business Funds							
Water Fund	6,164	-	84,768	64,531	26,401	855	27,256
Water Debt Fund	24,901	-	47,451	44,896	27,456	-	27,456
Sewer Rental Fund	8,349	-	70,691	67,028	12,012	285	12,297
Sewer Debt Fund	10,616	-	34,555	33,110	12,061	-	12,061
Trust Funds							
Veterans Memorial Fund	299	-	-	-	299	-	299
Episcopal Church Trust Fund	21,817	-	252	1,253	20,816	-	20,816
Related Municipal Entity							
Hansen Memorial Museum & Plaza Fund	109,746	-	282,290	333,760	58,276	21,830	80,106
Total Financial Reporting Entity	<u>\$ 414,452</u>	<u>\$ 733</u>	<u>\$ 1,455,028</u>	<u>\$ 1,421,087</u>	<u>\$ 449,126</u>	<u>\$ 27,903</u>	<u>\$ 477,029</u>

The notes to the financial statement are an integral part of this statement.

**CITY OF LOGAN
Logan, Kansas**

Statement 1
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**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2012**

	<u>Ending Cash Balance</u>
Composition of Cash:	
Cash on Hand	\$ 500
 First National Bank - Logan, Kansas	
Checking Account	475
NOW Account	59,227
Savings Accounts	3,053
Certificates of Deposit	114,897
 Farmers National Bank - Logan, Kansas	
Checking Account	140,268
Savings Accounts	<u>158,609</u>
 Total Financial Reporting Entity	 <u><u>\$ 477,029</u></u>

The notes to the financial statement are an integral part of this statement.

CITY OF LOGAN
Logan, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The City of Logan, Kansas, is a municipal corporation governed by an elected mayor and an elected five member council. The regulatory financial statement presents the City of Logan (the municipal financial reporting entity) and one of its related municipal entities. The following related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Hansen Memorial Museum and Plaza – The Hansen Memorial Museum and Plaza operates the Plaza. The City Council appoints members to the board of the Plaza. Complete financial records for the Plaza may be reviewed at the Hansen Memorial Museum and Plaza.

B. Regulatory Basis Fund Types

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specific purposes.

Business Fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise funds and internal service funds etc.)

Trust Fund - funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.)

C. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

D. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year ended December 31, 2012.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital projects funds, trust funds, permanent funds, and the following special purpose funds:

Equipment Reserve Fund
Gifts & Grants Fund
Capital Improvements Fund

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

- A. K.S.A. 10-1117 requires fund encumbrance records be maintained during the year for each fund. Hansen Memorial Museum and Plaza, a related municipal entity, does not maintain encumbrance records, thus violating K.S.A. 10-1117.
- B. The City is not aware of any other noncompliance with Kansas Statutes.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located or in an adjoining County, if such an institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during the designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2012.

At December 31, 2012, the City's carrying amount of deposits was \$476,529 and the bank balance was \$490,580. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$490,580 was covered by federal depository insurance.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

4. DEFINED CONTRIBUTION PLAN

The City of Logan provides pension benefits for all its full time employees through 401(a) Money Purchase Pension Plan established by the City of Logan, Kansas. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. All employees who work 1,000 hours or more per year will be eligible for the plan on the first day of the month following the date on which they have both completed one year of service and attained age eighteen.

The employer contribution is required to be 4.00 percent of an employee's annual salary. The employee is required to contribute at least 3.00 percent of their annual salary. This contribution is generally made each pay period.

The employer is also required to contribute for past service for each employee and that contribution will be equal to 7.00 percent of an employee's annual salary on the effective date of the plan multiplied by the number of completed years of continuous service between the time the employee attained age eighteen and completed one year of service and the effective date of the plan.

The employer's past service contribution will be amortized in equal monthly installments from the effective date of the plan to the employee's normal retirement date. The employer is also contributing 2.30 percent of the pension contribution for a disability waiver.

The City's contributions for each employee are vested at 20.00 percent after three years and then increase at the rate of 20.00 percent per year until the employee is 100.00 percent vested after seven years of service. Pension records for the City of Logan, Kansas are not maintained separately from the records of Logan Community Health Services, therefore, information for the City of Logan, Kansas for covered pension payroll, employer and employee required contributions are not available.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General Operating Fund	Equipment Reserve Fund	K.S.A. 12-1,117	\$ 20,000
General Operating Fund	Capital Improvement Fund	K.S.A. 12-1,118	10,000
Water Fund	Capital Improvement Fund	K.S.A. 12-825d	10,000
Sewer Rental Fund	Sewer Debt Fund	K.S.A. 12-825d	34,555

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

A. Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

B. Compensated Absences

Vacation Pay

Each employee who has worked at least one year but less than five years receives twelve days paid vacation per year. An employee who has worked five years but less than ten years receives fifteen days paid vacation per year. For every five years worked after ten years the employee receives an additional three days vacation. Employees are allowed to carry over a maximum of five days of vacation time from one year to the next. Vacation leave is payable upon termination in good standing.

Sick Pay

Each full-time employee is credited with twelve days sick leave as of the first day of employment and on each anniversary date. Employees are allowed to accumulate up to sixty days of sick leave.

As of December 31, 2012, City employees have accrued \$9,092 of vacation and sick leave and Plaza employees have accrued \$9,259 of vacation and sick leave.

7. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks.

During the year ended December 31, 2012, the City did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

8. RELATED PARTIES

The Mayor of the City owns the insurance company that obtains insurance coverage for the City. In 2012, the City paid \$12,391 and the Plaza paid \$3,825 to the insurance company. As of December 31, 2012, neither the City nor Plaza owed the insurance company for any other insurance costs. During 2013, the City and Plaza continued to receive insurance coverage from this company.

The City paid \$5,398 in 2012 for construction costs. The contracted construction company is owned and operated by a member of the City Council. As of December 31, 2013, the Plaza owed the construction company \$21,830 on a contract that had not yet been completed.

9. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2012, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Beginning Balance 1/1/2012	Additions	Reductions/ Payments	Ending Balance 12/31/2012	Interest/ Service Fees Paid
KDHE Loans:									
Kansas Public Water Supply	4.04%	04/15/99	\$ 650,000	8/1/2020	\$ 335,952	\$ -	\$ 31,640	\$ 304,312	\$ 13,256
Kansas Water Pollution Control	2.68%	05/11/05	540,837	9/1/2026	406,748	-	22,358	384,390	10,752
Total KDHE Loans					742,700	-	53,998	688,702	24,008
Capital Lease Payable:									
Distributor	2.50%	06/21/12		3/14/2014	15,000	-	4,954	10,046	259
Total Contractual Indebtedness					\$ 757,700	\$ -	\$ 58,952	\$ 698,748	\$ 24,267

Current maturities of long-term debt and interest of the next five years and in five year increments through maturity are as follows.

Year	KDHE Loans		Capital Lease		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 55,893	\$ 22,114	\$ 4,962	\$ 251	\$ 60,855	\$ 22,365
2014	57,856	20,150	5,084	127	62,940	20,277
2015	59,891	18,116	-	-	59,891	18,116
2016	62,000	16,006	-	-	62,000	16,006
2017	64,186	13,820	-	-	64,186	13,820
2018-2022	264,078	36,160	-	-	264,078	36,160
2023-2026	124,798	7,642	-	-	124,798	7,642
	\$ 688,702	\$ 134,008	\$ 10,046	\$ 378	\$ 698,748	\$ 134,386

CITY OF LOGAN, KANSAS
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2012

CITY OF LOGAN
Logan, Kansas

Schedule 1

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	\$ 383,689	\$ -	\$ 383,689	\$ 348,071	\$ (35,618)
Special Purpose Funds					
Community Building Fund	11,150	-	11,150	8,733	(2,417)
Library Fund	9,587	-	9,587	9,500	(87)
Special City Highway Fund	33,939	-	33,939	15,348	(18,591)
Employee Benefits Fund	54,418	-	54,418	44,842	(9,576)
Business Funds					
Water Fund	121,288	-	121,288	64,531	(56,757)
Water Debt Fund	63,207	-	63,207	44,896	(18,311)
Sewer Rental Fund	89,932	-	89,932	67,028	(22,904)
Sewer Debt Fund	45,617	-	45,617	33,110	(12,507)

CITY OF LOGAN
Logan, Kansas

Schedule 2-1
Page 1 of 4

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Taxes			
Ad Valorem Tax	\$ 114,501	\$ 114,348	\$ 153
Delinquent Tax	1,125	1,213	(88)
Motor Vehicle Tax	20,083	21,863	(1,780)
Recreational Vehicle Tax	358	504	(146)
16/20M Vehicle Tax	644	576	68
Intangibles Tax	61,332	60,901	431
Local Alcoholic Liquor Tax	1,037	324	713
Fines	248	7,000	(6,752)
Dog Tags	96	200	(104)
Liquor License	300	400	(100)
Camping Fee	319	2,000	(1,681)
Fishing Rights Lease	-	258	(258)
Occupation Tax	-	150	(150)
Franchise Fees	17,452	19,000	(1,548)
Rent	26,655	4,000	22,655
Cemetery	700	3,500	(2,800)
Trash Collection	57,897	65,000	(7,103)
Sales Tax	38,313	-	38,313
Street Lights	1,448	4,000	(2,552)
Pool Receipts	3,630	6,000	(2,370)
Donations	-	200	(200)
Interest Income	1,721	3,500	(1,779)
Miscellaneous	2,184	4,000	(1,816)
Reimbursements	4,982	4,000	982
Total Receipts	<u>355,025</u>	<u>\$ 322,937</u>	<u>\$ 32,088</u>
EXPENDITURES			
General Government			
Salaries	37,113	\$ 33,000	\$ 4,113
Utilities	1,252	1,600	(348)
Phone & Internet	2,089	2,500	(411)
Postage	789	1,000	(211)
Supplies	3,820	4,000	(180)
Equipment	499	3,000	(2,501)
Maintenance	5,597	8,569	(2,972)
Trash Service	699	500	199
Professional Fees	7,544	12,000	(4,456)
Insurance	5,322	10,000	(4,678)
Debt Principal	4,954	-	4,954
Debt Interest	259	-	259
Miscellaneous	1,509	1,000	509
Total General Government	<u>71,446</u>	<u>77,169</u>	<u>(5,723)</u>

CITY OF LOGAN
Logan, Kansas

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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Street Lights			
Utilities	\$ 16,182	\$ 18,000	\$ (1,818)
Street			
Salaries	11,525	12,000	(475)
Uniforms	127	450	(323)
Phone & Internet	103	500	(397)
Postage	-	50	(50)
Supplies	8,814	6,000	2,814
Equipment	-	200	(200)
Maintenance	10,806	5,500	5,306
Fuel	3,126	2,650	476
Insurance	1,571	3,300	(1,729)
Miscellaneous	-	200	(200)
Total Street	36,072	30,850	5,222
Shop			
Salaries	7,293	6,000	1,293
Utilities	2,914	4,500	(1,586)
Supplies	2,797	2,600	197
Equipment	-	1,200	(1,200)
Maintenance	397	1,000	(603)
Trash Service	307	600	(293)
Insurance	442	700	(258)
Miscellaneous	-	500	(500)
Total Shop	14,150	17,100	(2,950)
Fire Protection			
Salaries	845	1,000	(155)
Utilities	2,361	3,000	(639)
Phone & Internet	585	1,200	(615)
Supplies	2,822	1,100	1,722
Equipment	-	5,000	(5,000)
Maintenance	5,213	1,000	4,213
Trash Service	198	500	(302)
Professional Fees	-	100	(100)
Insurance	762	800	(38)
Miscellaneous	520	500	20
Total Fire Protection	13,306	14,200	(894)

CITY OF LOGAN
Logan, Kansas

Schedule 2-1
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Swimming Pool			
Salaries	\$ 19,249	\$ 20,000	\$ (751)
Utilities	2,918	2,900	18
Phone & Internet	157	200	(43)
Supplies	9,214	500	8,714
Equipment	3,998	500	3,498
Maintenance	1,138	9,000	(7,862)
Insurance	398	500	(102)
Miscellaneous	50	600	(550)
	<u>37,122</u>	<u>34,200</u>	<u>2,922</u>
Total Swimming Pool			
	<u>37,122</u>	<u>34,200</u>	<u>2,922</u>
Youth Center			
Utilities	1,059	1,700	(641)
Maintenance	295	400	(105)
Insurance	420	600	(180)
	<u>1,774</u>	<u>2,700</u>	<u>(926)</u>
Total Youth Center			
	<u>1,774</u>	<u>2,700</u>	<u>(926)</u>
Library Maintenance			
Utilities	2,017	2,600	(583)
Phone & Internet	435	600	(165)
Supplies	268	70	198
Maintenance	240	600	(360)
Insurance	356	500	(144)
	<u>3,316</u>	<u>4,370</u>	<u>(1,054)</u>
Total Library Maintenance			
	<u>3,316</u>	<u>4,370</u>	<u>(1,054)</u>
Park & Lake			
Salaries	8,451	9,000	(549)
Utilities	1,859	2,000	(141)
Supplies	3,595	1,300	2,295
Equipment	-	1,000	(1,000)
Maintenance	741	6,000	(5,259)
Fuel	1,952	1,000	952
Insurance	533	1,100	(567)
Miscellaneous	30	100	(70)
	<u>17,161</u>	<u>21,500</u>	<u>(4,339)</u>
Total Park & Lake			
	<u>17,161</u>	<u>21,500</u>	<u>(4,339)</u>

CITY OF LOGAN
Logan, Kansas

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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

GENERAL OPERATING FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
EXPENDITURES (Cont.)			
Cemetery			
Salaries	\$ 2,534	\$ 3,200	\$ (666)
Contract Labor	9,967	12,000	(2,033)
Supplies	873	500	373
Insurance	117	200	(83)
Miscellaneous	728	-	728
	<u>14,219</u>	<u>15,900</u>	<u>(1,681)</u>
Total Cemetery			
Water Tower			
Maintenance	-	1,000	(1,000)
Insurance	551	700	(149)
	<u>551</u>	<u>1,700</u>	<u>(1,149)</u>
Total Water Tower			
Audit	-	6,000	(6,000)
Refuse Collection	54,072	56,000	(1,928)
Police Department	13,500	19,000	(5,500)
Street Recoil	-	15,000	(15,000)
Dane G Hansen Memorial Museum & Plaza	25,200	-	25,200
Logan Manor Nursing Home	-	10,000	(10,000)
Outgoing Transfers			
Equipment Reserve Fund	20,000	20,000	-
Capital Improvements Fund	10,000	20,000	(10,000)
	<u>348,071</u>	<u>\$ 383,689</u>	<u>\$ (35,618)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	6,954		
UNENCUMBERED CASH, January 1, 2012	57,206		
Prior Year Cancelled Encumbrances	<u>733</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 64,893</u>		

CITY OF LOGAN
Logan, Kansas

Schedule 2-2

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

COMMUNITY BUILDING FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Taxes			
Ad Valorem Tax	\$ 4,285	\$ 4,144	\$ 141
Delinquent Tax	66	50	16
Motor Vehicle Tax	1,600	1,746	(146)
Recreational Vehicle Tax	28	40	(12)
16/20M Vehicle Tax	48	46	2
Hall Rent	<u>2,115</u>	<u>1,400</u>	<u>715</u>
Total Receipts	<u>8,142</u>	<u><u>\$ 7,426</u></u>	<u><u>\$ 716</u></u>
EXPENDITURES			
Personal Services	3,015	\$ 2,000	\$ 1,015
FICA	231	150	81
Maintenance	1,263	2,500	(1,237)
Utilities	3,358	3,500	(142)
Supplies	185	1,500	(1,315)
Trash Service	681	1,000	(319)
Miscellaneous	-	500	(500)
Insurance	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>8,733</u>	<u><u>\$ 11,150</u></u>	<u><u>\$ (2,417)</u></u>
Receipts Over (Under) Expenditures	(591)		
UNENCUMBERED CASH, January 1, 2012	<u>1,761</u>		
UNENCUMBERED CASH, December 31, 2012	<u><u>\$ 1,170</u></u>		

CITY OF LOGAN
Logan, Kansas

Scheudle 2-3

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2012

LIBRARY FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Taxes			
Ad Valorem Tax	\$ 6,940	\$ 6,735	\$ 205
Delinquent Tax	75	100	(25)
Motor Vehicle Tax	1,435	1,569	(134)
Recreational Vehicle Tax	26	36	(10)
16/20M Vehicle Tax	41	41	-
Total Receipts	<u>8,517</u>	<u>\$ 8,481</u>	<u>\$ 36</u>
EXPENDITURES			
Appropriation	<u>9,500</u>	<u>\$ 9,587</u>	<u>\$ (87)</u>
Receipts Over (Under) Expenditures	(983)		
UNENCUMBERED CASH, January 1, 2012	<u>1,855</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 872</u>		

CITY OF LOGAN
Logan, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2012

SPECIAL CITY HIGHWAY FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
State Aid	\$ 15,128	\$ 14,480	\$ 648
EXPENDITURES			
Personal Services	-	\$ 608	\$ (608)
Maintenance	-	22,767	(22,767)
Supplies	15,348	10,000	5,348
Fuel	-	564	(564)
Total Expenditures	<u>15,348</u>	<u>\$ 33,939</u>	<u>\$ (18,591)</u>
Receipts Over (Under) Expenditures	(220)		
UNENCUMBERED CASH, January 1, 2012	<u>5,552</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 5,332</u>		

CITY OF LOGAN
Logan, Kansas

Schedule 2-5

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2012

EMPLOYEE BENEFITS FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Taxes			
Ad Valorem Tax	\$ 33,466	\$ 32,916	\$ 550
Delinquent Tax	411	400	11
Motor Vehicle Tax	8,706	9,580	(874)
Recreational Vehicle Tax	157	221	(64)
16/20M Vehicle Tax	185	252	(67)
Total Receipts	<u>42,925</u>	<u>\$ 43,369</u>	<u>\$ (444)</u>
EXPENDITURES			
Social Security & Medicare Tax	6,595	\$ 9,500	\$ (2,905)
Pension	2,348	2,500	(152)
Health Insurance	26,490	31,918	(5,428)
Workers Compensation Insurance	9,278	10,000	(722)
Miscellaneous	131	500	(369)
Total Expenditures	<u>44,842</u>	<u>\$ 54,418</u>	<u>\$ (9,576)</u>
Receipts Over (Under) Expenditures	(1,917)		
UNENCUMBERED CASH, January 1, 2012	<u>12,602</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 10,685</u>		

CITY OF LOGAN
Logan, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2012

EQUIPMENT RESERVE FUND

	<u>Actual</u>
RECEIPTS	
Sale of Fire Truck	\$ 75,000
Incoming Transfer	
General Operating Fund	<u>20,000</u>
Total Receipts	<u>95,000</u>
EXPENDITURES	
Equipment - Fire	<u>104,099</u>
Receipts Over (Under) Expenditures	(9,099)
UNENCUMBERED CASH, January 1, 2012	<u>58,946</u>
UNENCUMBERED CASH, December 31, 2012	<u><u>\$ 49,847</u></u>

CITY OF LOGAN
Logan, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2012

GIFTS & GRANTS FUND

	<u>Grants and Donations Fund</u>	<u>Patterson Grant Fund</u>	<u>Total</u>
RECEIPTS			
Grants and Donations	<u>\$ 352,777</u>	<u>\$ 3,300</u>	<u>\$ 356,077</u>
EXPENDITURES			
Contractual Services	111,498	-	111,498
Equipment	108,635	-	108,635
Maintenance	<u>45,561</u>	<u>-</u>	<u>45,561</u>
Total Expenditures	<u>265,694</u>	<u>-</u>	<u>265,694</u>
Receipts Over (Under) Expenditures	87,083	3,300	90,383
UNENCUMBERED CASH, January 1, 2012	<u>31,185</u>	<u>15,514</u>	<u>46,699</u>
UNENCUMBERED CASH, December 31, 2012	<u><u>\$ 118,268</u></u>	<u><u>\$ 18,814</u></u>	<u><u>\$ 137,082</u></u>

**CITY OF LOGAN
Logan, Kansas**

Schedule 2-8

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2012**

CAPITAL IMPROVEMENTS FUND

	<u>Actual</u>
RECEIPTS	
Insurance Proceeds	\$ 34,207
Incoming Transfers	
General Operating Fund	10,000
Water Fund	<u>10,000</u>
Total Receipts	<u>54,207</u>
EXPENDITURES	
Supplies	58
Maintenance	<u>80,164</u>
Total Expenditures	<u>80,222</u>
Receipts Over (Under) Expenditures	(26,015)
UNENCUMBERED CASH, January 1, 2012	<u>47,939</u>
UNENCUMBERED CASH, December 31, 2012	<u><u>\$ 21,924</u></u>

CITY OF LOGAN
Logan, Kansas

Schedule 2-9

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2012

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Collections	\$ 84,768	\$ 111,000	\$ (26,232)
Miscellaneous	-	30	
Reconnect Fee	-	500	(500)
Total Receipts	<u>84,768</u>	<u>\$ 111,530</u>	<u>\$ (26,732)</u>
EXPENDITURES			
Personal Services	14,609	\$ 23,000	\$ (8,391)
Social Security & Medicare Tax	1,118	1,800	(682)
Pension	583	1,238	(655)
Uniforms	487	800	(313)
Health Insurance	3,045	2,600	445
Utilities	9,883	11,000	(1,117)
Contractual Service	-	50	(50)
Phone & Internet	2,301	1,700	601
Postage	683	700	(17)
Supplies	5,967	6,000	(33)
Equipment	-	3,800	(3,800)
Maintenance	9,193	16,000	(6,807)
Fuel	1,594	1,900	(306)
Professional Fees	985	3,400	(2,415)
Insurance	1,488	1,300	188
Miscellaneous	2,595	1,000	1,595
Outgoing Transfers			
Water Debt Fund	-	45,000	(45,000)
Capital Improvement Fund	10,000	-	10,000
Total Expenditures	<u>64,531</u>	<u>\$ 121,288</u>	<u>\$ (56,757)</u>
Receipts Over (Under) Expenditures	<u>20,237</u>		
UNENCUMBERED CASH, January 1, 2012	<u>6,164</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 26,401</u>		

CITY OF LOGAN
Logan, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012

WATER DEBT FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Collections	\$ 47,451	\$ -	\$ 47,451
Incoming Transfer			
Water Fund	<u>-</u>	<u>45,000</u>	<u>(45,000)</u>
Total Receipts	<u>47,451</u>	<u>\$ 45,000</u>	<u>\$ 2,451</u>
EXPENDITURES			
Principal	31,640	\$ 31,640	\$ -
Interest	12,108	12,108	-
Service Fees	1,148	1,148	-
Debt Reserve	<u>-</u>	<u>18,311</u>	<u>(18,311)</u>
Total Expenditures	<u>44,896</u>	<u>\$ 63,207</u>	<u>\$ (18,311)</u>
Receipts Over (Under) Expenditures	2,555		
UNENCUMBERED CASH, January 1, 2012	<u>24,901</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 27,456</u>		

CITY OF LOGAN
Logan, Kansas

Schedule 2-11

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2012

SEWER RENTAL FUND

	Actual	Budget	Variance Over (Under)
	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
RECEIPTS			
Collections	\$ 70,691	\$ 75,000	\$ (4,309)
EXPENDITURES			
Salaries	8,139	\$ 10,913	\$ (2,774)
Social Security & Medicare Tax	623	595	28
Pension	320	291	29
Uniforms	482	123	359
Health Insurance	6,090	3,100	2,990
Utilities	1,558	1,599	(41)
Phone & Internet	207	-	207
Contractual Service	-	20	(20)
Postage	449	544	(95)
Supplies	678	2,410	(1,732)
Equipment	-	3,171	(3,171)
Maintenance	11,302	27,012	(15,710)
Fuel	2,099	1,323	776
Professional Fees	-	5,419	(5,419)
Insurance	431	-	431
Miscellaneous	95	112	(17)
Outgoing Transfer			
Sewer Debt Fund	34,555	33,300	1,255
Total Expenditures	<u>67,028</u>	<u>\$ 89,932</u>	<u>\$ (22,904)</u>
Receipts Over (Under) Expenditures	3,663		
UNENCUMBERED CASH, January 1, 2012	<u>8,349</u>		
UNENCUMBERED CASH, December 31, 2012	<u>\$ 12,012</u>		

CITY OF LOGAN
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Schedule 2-12

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2012**

SEWER DEBT FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Incoming Transfer			
Sewer Rental Fund	\$ 34,555	\$ 33,300	\$ 1,255
EXPENDITURES			
Principal	22,358	\$ 22,358	\$ -
Interest	9,749	9,749	-
Service Fees	1,003	1,003	-
Debt Reserve	-	12,507	(12,507)
Total Expenditures	33,110	\$ 45,617	\$ (12,507)
Receipts Over (Under) Expenditures	1,445		
UNENCUMBERED CASH, January 1, 2012	10,616		
UNENCUMBERED CASH, December 31, 2012	\$ 12,061		

CITY OF LOGAN
Logan, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2012

VETERANS MEMORIAL FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2012	<u>299</u>
UNENCUMBERED CASH, December 31, 2012	<u><u>\$ 299</u></u>

CITY OF LOGAN
Logan, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2012

EPISCOPAL CHURCH TRUST FUND

	<u>Actual</u>
RECEIPTS	
Interest Income	<u>\$ 252</u>
EXPENDITURES	
Contractual Services	<u>1,253</u>
Receipts Over (Under) Expenditures	(1,001)
UNENCUMBERED CASH, January 1, 2012	<u>21,817</u>
UNENCUMBERED CASH, December 31, 2012	<u><u>\$ 20,816</u></u>

CITY OF LOGAN
Logan, Kansas

Schedule 3

RELATED MUNICIPAL ENTITY

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2012

HANSEN MEMORIAL MUSEUM AND PLAZA FUND

	<u>Actual</u>
RECEIPTS	
Grants and Donations	\$ 232,000
Interest Income	100
Appropriation - City of Logan	24,000
Arts and Crafts	1,290
Labor Day	520
Artist of the Month	1,298
Continuing Education	10,688
Memberships	4,005
Other Income	6,097
Insurance Reimbursement	<u>2,292</u>
 Total Receipts	 <u>282,290</u>
 EXPENDITURES	
Advertising	\$ 2,572
Artist of the Month	3,499
Arts & Crafts	11,198
Continuing Education	14,267
Exhibits	43,757
Exhibit Insurance	3,739
Building Insurance	3,825
Office Expense	16,298
Other Museum Expense	4,159
Auto Expense - Fuel	2,639
Building Maintenance & Expense	32,653
Equipment & Repairs	4,865
Grounds Maintenance & Repairs	9,509
Labor Day	22,282
Telephone	2,965
Utilities	35,924
Payroll & Employee Benefits	<u>119,609</u>
 Total Expenditures	 <u>333,760</u>
 Receipts Over (Under) Expenditures	 (51,470)
 UNENCUMBERED CASH, January 1, 2012	 <u>109,746</u>
 UNENCUMBERED CASH, December 31, 2012	 <u><u>\$ 58,276</u></u>